

## Message Text

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21

ORIGIN XMB-04

INFO OCT-01 EA-10 ISO-00 FEA-01 ACDA-10 CIAE-00 INR-07

IO-10 L-03 NSAE-00 NSC-05 EB-07 NRC-07 OES-05 OMB-01

AID-05 COME-00 TRSE-00 ERDA-07 H-02 /085 R

66613

DRAFTED BY: XMB:DBSMITH

APPROVED BY: EB/OCA/CM:EMCKEON

XMB:CEHOUSTON

EB/IFD/ODF:RASWART

WWGLICK

EA/K:PMAHEW (INFO)

----- 034352

R 022234Z JUL 75

FM SECSTATE WASHDC

TO AMEMBASSY SEOUL

UNCLAS STATE 156642

E.O. 11652: N/A

TAGS: EFIN ETRD KS

SUBJ: EXIMBANK FINANCING FOR KORI II

1. TODAY EXIMBANK SENT THE FOLLOWING CABLE TO THE KOREAN EMBASSY  
IN WASHINGTON:

QUOTE: EXIMBANK HAS AUTHORIZED A LOAN/GUARANTEE TO KOREA ELECTRIC  
COMPANY COVERING 85 PERCENT OF THE U.S. COSTS FOR KORI II NUCLEAR  
STEAM SUPPLY SYSTEM AT A U.S. COST OF 257.2 MILLION AND A  
FUEL CORE AT U.S. COST OF \$35.2 MILLION. TERMS CALL FOR A CASH  
PAYMENT OF \$29.24 MILLION OR 10 PERCENT, EXIMBANK DIRECT  
CREDIT OF \$131.58 MILLION OR 45 PERCENT, PRIVATE FINANCING OF  
\$116.96 MILLION OR 40 PERCENT GUARANTEED BY EXIMBANK, AND PRIVATE  
FINANCING OF \$14.62 MILLION OR 5 PERCENT NOT GUARANTEED. REPAYMENT  
OF THE NSSS WOULD BE 30 EQUAL SEMIANNUAL INSTALLMENTS, THE NON-  
GUARANTEED PORTION BEING REPAID FIRST, THE GUARANTEED NEXT AND  
THE EXIMBANK LAST. ON THE FUEL FINANCING REPAYMENT WOULD BE IN  
10 INSTALLMENTS, AGAIN WITH THE NON-GUARANTEED FINANCING REPAID  
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FIRST, THE GUARANTEED SECOND AND THE EXIMBANK LAST. THE EXIMBANK

LOAN AND GUARANTEE WOULD BE FULLY GUARANTEED BY THE KOREA EXCHANGE BANK. THE INTEREST ON THE EXIMBANK CREDIT WILL BE AT THE RATE OF 8 1/2% PERCENT PER ANNUM AND THERE WILL BE A COMMITMENT FEE OF 1/2 OF 1 PERCENT PER ANNUM. THE EXIMBANK GUARANTEE FEE WILL BE 1 PERCENT PER ANNUM. (NEW PARA.) IN AUTHORIZING THE FINANCING EXIMBANK HAS AGREED TO PRESENT TO THE CONGRESS THE SAFEGUARD ARRANGEMENT FOR NON-PROLIFERATION WHEN THIS HAS BEEN WORKED OUT BY THE APPROPRIATE AGENCIES OF THE U.S. GOVERNMENT. EXIMBANK WILL NOT SIGN THE CREDIT AGREEMENT FOR AT LEAST 25 DAYS OF CONTINUOUS SESSION OF CONGRESS AFTER SUCH PRESENTATION. WOULD YOU PLEASE CABLE YOUR GOVERNMENT FOR CONCURRENCE. UNQUOTE INGERSOLL

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NNN

## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
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**Draft Date:** 02 JUL 1975  
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**Disposition Case Number:** n/a  
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**Disposition Date:** 01 JAN 1960  
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